## GOVERNMENT OF ANDHRA PRADESH <u>ABSTRACT</u>

Powerloom Industry – Power Tariff Concession to powerloom weavers - Reduction in Power tariff for powerloom units from Rs.1.74 per unit to Rs.0.87 per unit - Sanction for continuance of Power Tariff Concession to powerloom units for a further period of one year i.e., from 01.04.2008 to 31.03.2009 – Sanction an amount of Rs.198.06 lakhs towards Power subsidy quarterly advance for three months from 1.4.2008 to 30-6-2008 to recoup the revenue loss to APTRANSCO for the current financial year 2008–09 - Orders – Issued.

## INDUSTRIES AND COMMERCE (TEX) DEPARTMENT

G.O.Rt.No.567

<u>Dated 25 -07-2008</u>. <u>Read the following:-</u>

- 1.G.O.Ms.No.518, Industries and Commerce (Tex) Department, dt.12-10-2001.
- 2.From the Director of Handlooms and Textiles and Development Commissioner for Apparel Export Parks, Andhra Pradesh Hyderabad., Lr.Rc.No.1638/2008-P, dt.02.04.2008.
- 3. From the Director of Handlooms and Textiles and Development Commissioner for Apparel Export Parks, Andhra Pradesh Hyderabad., Lr.Rc.No.1638/2008-P, dt.15.05.2008.
- 4. G.O.Rt.No.1923., Finance ( Exp.I&C) Department, dt.11.4.08.

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## ORDER:-

In the reference first read above, Government after considering the crisis in powerloom sector in the recent past, and the recommendations of the Andhra Pradesh Electricity Regulatory Commission (APERC), have decided to provide relief in power tariff and reduced power tariff for powerloom units from Rs.1.74 per unit to Rs.0.87 per unit. The estimated revenue loss to AP TRANSCO, on this account, would be Rs.3.00 crores per annum, which has to be recouped by the Government. Accordingly, Government is recouping the revenue loss to the AP TRANSCO, for providing power tariff concession to powerloom weavers units from 1-10-2001 onwards, subject to the conditions of Andhra Pradesh Electricity Regulatory Commission (APERC) indicated therein.

- 2. The Director of Handlooms and Textiles and Development Commissioner for Apparel Export Parks, Andhra Pradesh Hyderabad in the reference 2<sup>nd</sup> read above has reported that the crisis in Powerloom Industry still prevails and some powerloom weavers are committing suicides and hence an amount of Rs.1580.22 lakhs has been earmarked for Power Tariff Concession in the Budget estimates for the year 2008-09 under "SH (11) Financial Assistance to weavers for providing quarterly advance to DISCOMs for the year 2008-09 and to settle the dues payable to the DISCOMs under the scheme. He has requested the Government to accord permission for continuation of the Scheme of Power Tariff Concession to the powerloom units for a further period of one year i.e., from 1-4-2008 to 31-3-2009 and also to deposit in advance with the DISCOMs an amount equivalent to three months payment obligation as estimated by the DISCOMs.
- 3. In the reference 3<sup>rd</sup> read above, the Director of Handlooms and Textiles and Development Commissioner for Apparel Export Parks, Andhra Pradesh Hyderabad has stated that the Deputy CCA of Accounts (REV/ APPSC) of Power Co-ordination Committee has furnished projection of advance required for the current financial year 2008-09. According to which an amount of Rs.792.24 lakhs is estimated as advance for the year 2008-09. The advance for three months i.e., from 1-4-2008 to 30-6-2008 is Rs.198.06 lakhs. The Director of Handlooms and Textiles and Development Commissioner for Apparel Export Parks, Andhra Pradesh Hyderabad has requested the Government to accord sanction for an amount of Rs. 198.06 lakhs for (3) months from 1-4-2008 to 30-6-2008 (for 1<sup>st</sup> quarter) to recoup loss to APTRANSCO for current financial year 2008-09. He has also requested to authorize him to draw and disburse the same to the concerned.

- 4. Government after careful examination of the matter, decided to accord sanction for continuance of the Power Tariff Concession to Powerloom Units for a further period of one year i.e. from 01-04-2008 to 31-03-2009. It is also decided for sanction an amount of Rs. 198.06 lakhs towards power subsidy quarterly advance for (3) months i.e., from 1-4-2008 to 30-6-2008 ( for 1<sup>st</sup> quarter) for recoup revenue loss to APTRANSCO for the current financial year 2008-09.
- 5. Accordingly, Government hereby accord sanction for continuance of the Power Tariff Concession to Powerloom Units for a further period of one year i.e. from 1-4-2008 to 31-3-2009. It is also accord for sanction an amount of Rs. 198.06 lakhs (Rupees one hundred and ninty eight lakhs and six thousand only) towards power subsidy quarterly advance for (3) months from 1.4.2008 to 30-6-2008, from the budget provision of Rs. 1580.22 lakhs earmarked for the power tariff subsidy made in the Budget under "SH(11)- Financial assistance to Weavers" for the year 2008-2009, to recoup revenue loss to the APTRANSCO for the current financial year 2008-2009.
- 6. The amount sanctioned in para <u>5</u> above, shall be debited to the following head of account:-

"2851 - Village and Small Industries 
MH 103 - Handloom Industries 
Schemes included in the Plan 
11 - Normal State Plan
SH(11) - Financial Assistance to weavers

310 - Grants-in-aid
312 - Other grants-in-aid".

- 7. The Director of Handlooms and Textiles and Development Commissioner for Apparel Export Parks, A.P., Hyderabad, is authroised to draw the amount sanctioned in para  $\underline{\mathbf{5}}$  above from the 1st quarter budget already released and handover the same by way of cheque in favour of Director (Fin.), AP TRANSCO, Hyderabad.
- 8. This order issues with the concurrence of Finance (Exp.I&C) Department vide their U.O.No.20987/386/Ex.I&C/08, dated 22.7. 2008, and as per Budget Release Order vide G.O.Rt.No.1923 , Finance (Exp.I&C) Department, dated: 11-4-2008.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA RPADESH)

Y.SRILAKSHMI, SECRETARY TO GOVERNMENT.

То

The Director of Handlooms and Textiles and

Development Commissioner for Apparel Export Parks,

Andhra Pradesh, Hyderabad.

The Chairman and Managing Director,

APTRANSCO, Hyderabad.

The Director (Finance), APTRANSCO, Hyderabad.

The Managing Director,

A.P.Central Power Distribution Company Ltd., Hyderabad.

The Accountant General, A.P., Hyderabad.

The Pay and Accounts Officer, Hyderabad.

The Co-operative Electric Supply Society Limited, Siricilla. Karimnagar District. Copy to:

The Finance (Exp.I&C) Department.

The P.S. to Secretary to Government,

Industries and Commerce (Tex) Department.

The Industries and Commerce (L&B) Department. Sf/Sc

// FORWARDED BY: ORDER//